

Cash Flow Statement

Indirectly Determining Direct Method Cash Flows Under GASB 34

Sample Water Enterprise Fund

Statement of Cash Flows

Direct Method

Reference

Cash Flows From Operating Activities:

Cash Received from Customers	\$	912,000
Cash Paid to Vendors - Suppliers for Goods and Services		(450,000)
Cash Paid to Employees		(300,575)
Payment in Lieu of Taxes		(50,000)
Other Operating Revenues		15,075

Net Cash Provided By (Used For) Operating Activities **\$ 126,500**

Cash flows from Noncapital Financing Activities:

Net borrowings (repayments) under revolving loan arrangement	\$	(20,000)	J
Interest Paid on revolving loan		(1,500)	I
Operating Grants Received		100,000	
Operating Transfers - out to other funds		<u>(75,000)</u>	

Total Cash flows from Noncapital Financing Activities **3,500**

Cash flows from Capital and Related Financing Activities:

Proceeds from the sale of revenue bonds	250,000	L
Acquisition and Construction of Capital Assets	(350,000)	F
Principal paid on revenue bond maturities	(65,000)	M
Equipment contract payments	(10,000)	K
Interest Paid on Revenue Bonds and Equipment Contracts	(33,500)	H
Proceeds from Sale of Equipment	10,000	
Capital Contributed by Subdividers	<u>60,000</u>	N

Net Cash Provided by (Used by) Capital and Related financing activities **(138,500)**

Cash flows from Investing Activities:

Purchase of Investment securities	(125,000)	C
Sale of Investment securities	75,000	D
Interest and dividends on investments	<u>9,000</u>	E

Net Cash Provided by (Used by) Investing Activities **(41,000)**

Net Increase (decrease) in Cash and Cash Equivalents **\$ (49,500)**

Restricted and Nonrestricted Cash and Cash Equivalents at beginning of year **175,600**

Restricted and Nonrestricted Cash and Cash Equivalents at end of year **\$ 126,100**

Reconciliation of Operating Income to Net Cash Provided by Operating Activities:

Operating Income (Loss)	\$	(110,500)
Adjustments to reconcile operating income to net cash provided by (used by) operating activities:		

Depreciation	\$	245,000	
Increase in Provision for Uncollectable Accounts		2,000	B
Changes in assets and liabilities:			
Increase in Accounts Receivable		(15,000)	A
Decrease in Inventory		2,000	
Decrease in Prepaid Expenses		500	
Increase in Accounts Payable and Accrued Expenses		<u>2,500</u>	

Total Adjustments **237,000**

Net Cash Provided By (Used by) Operating Activities **\$ 126,500**